

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3509 - SB 3678

February 8, 2010

SUMMARY OF BILL: Subject to Congressional action, authorizes the State of Tennessee to opt out of the federal-aid highway program and to retain the state contributions to the federal highway trust fund.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – If Congress authorizes states to retain federal fuel taxes and Tennessee opts to do so, there would be an increase in available funds to the State highway fund exceeding \$67,209,000.

Assumptions:

- According to the Department of Transportation, in FY08, Tennessee remitted \$740,664,000 in taxes collected from fuel, batteries and diesel to the federal highway trust fund and received \$673,455,000 in allocations from the fund resulting in a \$67,209,000 difference between taxes collected and allocations.
- Federal fuel taxes retained by the State would be directed to the State highway fund.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/agl